Semi-annual Report
June 2013

castle
PRIVATE EQUITY

Publication date

This report was released for publication on 16 August 2013.

The subsequent event note in the financial statements has been updated to 16 August 2013.

Amounts in this report are stated in USD thousands (TUSD) unless otherwise stated.

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Castle Private Equity in the second quarter of 2013

(All amounts in USD, unless when indicated otherwise)

	Quarter to June 2013	Quarter to March 2013	
Net asset value	629 million	658 million	
Net asset value per share	17.11	17.34	
Capital repayment[1]	29 million	—	
Share price[2]	14.50	14.95	
Discount to net asset value	15 per cent	14 per cent	
Private equity assets	596 million	607 million	
Capital calls	7 million	7 million	
As per cent of initial uncalled	6 per cent	6 per cent	
Distributions	39 million	47 million	
As per cent of initial PE assets	6 per cent	7 per cent	
New commitments	—	—	No new commitments
Investment degree	95 per cent	92 per cent	
Cash position	40 million	62 million	USD 19 million used for repurchase of shares, USD 29 million used for capital repayment
Uncalled commitments	113 million	117 million	
Uncalled as per cent of NAV	17 per cent	18 per cent	
Credit facility	75 million	75 million	Facility further reduced to USD 50 million from July 2013 onwards
Credit facility use	—	—	
Treasury shares	575,885	575,885	
Treasury shares 2nd line (bought for cancellation)	4,360,000	3,195,244	1,164,756 shares bought during the quarter, 190,000 of which on the 2013–2014 buyback program
Shares in circulation	36,764,115	37,928,871	

[1] USD 0.77 cents/CHF 0.75 cents paid on May 23 2013.
[2] Representing the closing trade price on the last day of the quarter.

Dear shareholders

Net asset value per share up 3.1 per cent

Castle Private Equity's net asset value (NAV) per share grew by 3.1 per cent to USD 17.11 versus the value per March 2013, after deduction for a May 2013 distribution of USD 0.77 per share.

Equity markets supported by rerating rather than earnings growth

Private Equity valuations in the second quarter of 2013 remained partly driven by the strength of equity markets, on the back of quantitative easing activities by the US Federal Reserve and other central banks. Rather than worrying about a collapse of the Euro and a slowdown in Chinese growth, investors' emphasis shifted to the anticipation of a recovery led by the US.

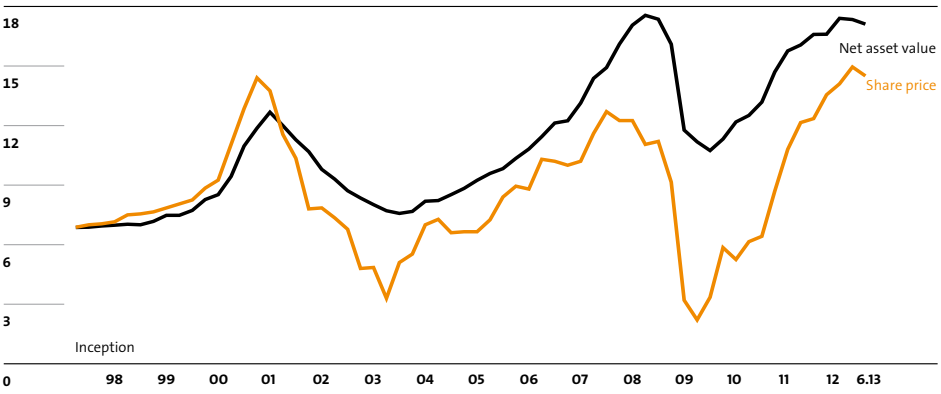
Successful realisations supported by positive currency effects boosts net asset value during the second quarter

Castle Private Equity's mature and broadly diversified portfolio again demonstrated its quality, having successfully realized a number of investments above their previous carrying values. These exits had a positive impact on the NAV and were responsible for the bulk of NAV growth over the quarter. Substantial exits from the portfolio included the partial realization of India's Tabungan Pensiunan Nasional Bank by TPG Capital as well as the final sale of AS Starman, the largest cable TV company in Estonia by Bancroft Private Equity. Valuation developments within the portfolio on the basis of strategic, financial and operational initiatives were the other key value creation driver. The strengthening of the Euro against the US Dollar led to over USD 3 million of positive valuation adjustments in US Dollars in the quarter.

Support from currency movements

Castle's net liquidity position strengthened further during the review period and the portfolio continues to be significantly cash flow positive. The Company paid USD 10 million in capital calls for fund investments. This capital was mainly used to support add-on acquisitions and some new investments. On the other hand, distributions from successful realizations and in some cases dividend payments amounted to USD 38 million and exceeded capital calls by almost USD 30 million over the past three-month period. This resulted in a net cash position (after deduction of liabilities) of USD 33 million.

Share price and net asset value in US Dollar since inception



Strong distribution activity benefit net liquidity position

As announced in the first quarter report of 2013, the shareholders on their annual general meeting on 15 May resolved a distribution of general legal reserves from capital contributions of USD 0.77 cents per share. The distribution of USD 28.6 million in total was paid out on 23 May.

Evaluating alternative options for Castle's share buyback programme

On June 3rd Castle Private Equity launched its 2013–2014 share buyback programme of up to a maximum amount of 15.55 per cent of the issued share capital of the company. As a consequence of Switzerland's recent amendments to its stock exchange legislation which affects the way share buybacks are implemented, Castle Private Equity was advised to limit its daily volume of share repurchases to 9,500 shares. Castle Private Equity's Board of Directors is currently analysing other alternatives. No decision has been taken for the time being.

Yours sincerely,

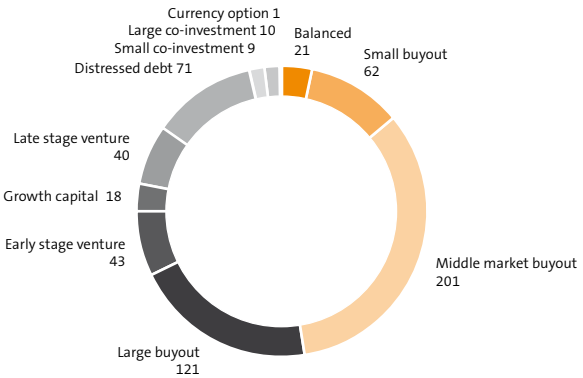
LGT Private Equity Advisers AG

Roberto Paganoni **Hans Markvoort**

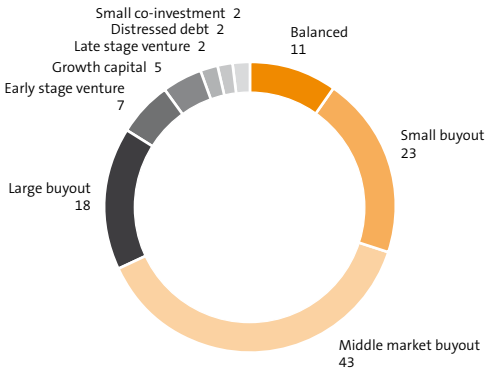
Major exits in the second quarter of 2013

Partnership	Company	Sector, location	Exit channel
Newbridge Asia IV, L.P.	Shriram Transport	commercial vehicle finance, India	block sale to Piramal
Court Square Capital Partners II, L.P.	CompuCom	IT services, US	secondary sale to TH Lee
Asia Opportunity Fund II, L.P.	Exego	automotive parts, Australia	sale to Genuine Parts
SB Asia Investment Fund II, L.P.	Cybernet	IT consulting and support, US	management buyout
Bancroft II, L.P. (Secondary – Atlantic)	Starman	telecommunications, Estonia	sale to East Capital Explorer
Chequers Capital FCPR	European Cargo Services	logistics, France	secondary sale to Alpha Private Equity

Private equity assets by financing stage
in USD millions



Uncalled commitments by financing stage
in USD millions



Unaudited consolidated statement of comprehensive income

For the period ended 30 June 2013 (all amounts in USD thousands unless otherwise stated)

	Note	1 April – 30 June 2013	1 April – 30 June 2012	1 January – 30 June 2013	1 January – 30 June 2012
Income from non-current assets					
Net gain on investments designated at fair value through profit or loss	4	22,623	25,244	23,299	41,682
Net gain on derivative financial instruments designated at fair value through profit or loss	4	308	23	664	23
Total gains from non-current assets		**22,931**	**25,267**	**23,963**	**41,705**
Income from current assets:					
Net loss on securities designated at fair value through profit or loss	4	—	(98)	(2)	(87)
Gain/(Loss) on foreign exchange, net		249	(14)	219	(12)
Interest income		6	—	14	1
Total gains/(losses) from current assets		**255**	**(112)**	**231**	**(98)**
Total income		**23,186**	**25,155**	**24,194**	**41,607**
Expenses					
Management and performance fees	8	(3,278)	(3,436)	(7,698)	(6,790)
Expenses from investments		(602)	(578)	(1,877)	(2,311)
Other operating expenses		(435)	(631)	(869)	(1,190)
Total operating expenses		**(4,315)**	**(4,645)**	**(10,444)**	**(10,291)**
Operating profit		**18,871**	**20,510**	**13,750**	**31,316**
Finance costs		—	(5)	—	(16)
Profit for the period before taxes		**18,871**	**20,505**	**13,750**	**31,300**
Taxes	5	(783)	(349)	(1,816)	(523)
Profit for the period after taxes		**18,088**	**20,156**	**11,934**	**30,777**
Total comprehensive income for the period		**18,088**	**20,156**	**11,934**	**30,777**
Profit attributable to:					
Shareholders		18,088	20,156	11,934	30,777
Non-controlling interests		—	—	—	—
Total profit attributable		**18,088**	**20,156**	**11,934**	**30,777**
Total comprehensive income attributable to:					
Shareholders		18,088	20,156	11,934	30,777
Non-controlling interests		—	—	—	—
Total comprehensive income attributable		**18,088**	**20,156**	**11,934**	**30,777**
Earnings per share (USD) attributable to equity holders					
Weighted average number of shares outstanding during the period		36,764,115	41,160,668	36,764,115	41,160,668
Basic profit per share		USD 0.49	USD 0.49	USD 0.32	USD 0.75
Diluted profit per share		USD 0.49	USD 0.49	USD 0.32	USD 0.75

The accompanying notes on page 11 to 26 form an integral part of these consolidated financial statements.

Unaudited consolidated balance sheet

As of 30 June 2013 (all amounts in USD thousands unless otherwise stated)

	Note	30 June 2013	31 March 2013	31 December 2012
Assets				
Current assets:				
Cash and cash equivalents		39,624	62,317	42,877
Other current assets		86	1,269	2,157
Total current assets		**39,710**	**63,586**	**45,034**
Non-current assets:				
Investments designated at fair value through profit or loss	4	595,366	605,867	649,445
Derivative financial instruments designated at fair value through profit or loss	4	991	684	328
Total non-current assets		**596,357**	**606,551**	**649,773**
Total assets		**636,067**	**670,137**	**694,807**
Liabilities				
Current liabilities:				
Accounts payable and accrued liabilities		7,175	12,525	9,451
Total current liabilities		**7,175**	**12,525**	**9,451**
Equity				
Shareholders' equity:				
Share capital		138,648	138,648	138,648
Additional paid-in capital		142,704	171,296	171,296
Less treasury shares at cost	7	(4,856)	(4,856)	(4,856)
Less treasury shares 2nd line at cost (bought for cancellation)	7	(62,953)	(44,737)	(23,147)
Retained earnings		415,348	397,260	403,414
Total shareholders' equity before non-controlling interests		**628,891**	**657,611**	**658,355**
Non-controlling interests		**1**	**1**	**1**
Total equity		**628,892**	**657,612**	**685,356**
Total liabilities and equity		**636,067**	**670,137**	**694,807**
Net asset value per share (USD)				
Number of shares outstanding as at period end		41,700,000	41,700,000	41,700,000
Number of treasury shares as at period end	7	(575,885)	(575,885)	(575,885)
Number of treasury shares 2nd line (bought for cancellation) as at period end	7	(4,360,000)	(3,195,244)	(1,726,575)
Number of shares outstanding net of treasury shares as at period end		36,764,115	37,928,871	39,397,540
Net asset value per share		**17.11**	**17.34**	**17.40**

The accompanying notes on page 11 to 26 form an integral part of these consolidated financial statements.

Unaudited consolidated statement of cash flows

For the period ended 30 June 2013 (all amounts in USD thousands unless otherwise stated)

	1 April – 30 June 2013	1 April – 30 June 2012	1 January – 30 June 2013	1 January – 30 June 2012
Cash flows from/(used in) operating activities:				
Purchase of investments	(6,025)	(16,603)	(10,006)	(30,936)
Purchase of securities	(270)	(1,416)	(501)	(2,739)
Proceeds from callable return of invested capital in investments	1,297	4,061	3,490	5,736
Proceeds from return of invested capital in investments	15,172	10,195	40,456	24,056
Proceeds from realised gains on investments	21,215	7,841	41,275	14,447
Proceeds from sales of securities	1,740	1,319	2,637	2,652
Interest received	7	—	14	1
Proceeds from other realised income	(1)	1	—	1
Investment expenses paid	(601)	(578)	(1,846)	(1,712)
Withholding tax for investments	(783)	(357)	(1,816)	(649)
Other operating expenses paid	(6,850)	(3,853)	(7,907)	(7,748)
Capital tax paid	(27)	(26)	(27)	(26)
Net cash flows from operating activities	**24,874**	**584**	**65,769**	**3,083**
Cash flows from/(used in) financing activities:				
Finance costs	(91)	(94)	(93)	(107)
Proceeds from bank borrowings	—	17,900	—	38,800
Repayments of bank borrowings	—	(14,900)	—	(37,800)
Purchase of treasury shares 2nd line (bought for cancellation)	(19,091)	(3,444)	(40,490)	(7,876)
Capital repayment to investors	(28,592)	—	(28,592)	—
Net cash flows used in financing activities	**(47,774)**	**(538)**	**(69,175)**	**(6,983)**
Net (decrease)/increase in cash and cash equivalents	**(22,900)**	**46**	**(3,406)**	**(3,900)**
Cash and cash equivalents at beginning of period	**62,317**	**3,965**	**42,877**	**7,919**
Exchange gain/(loss) on cash and cash equivalents	207	(17)	153	(25)
Cash and cash equivalents at end of period	**39,624**	**3,994**	**39,624**	**3,994**
Cash and cash equivalents consist of the following as at 30 June:				
Cash at banks	11,124	3,994	11,124	3,994
Time deposits < 90 days	28,500	—	28,500	—
Total	**39,624**	**3,994**	**39,624**	**3,994**

The accompanying notes on page 11 to 26 form an integral part of these consolidated financial statements.

Cash flow reconciliation

The following is a reconciliation between the cash flow statement on page 8 and the investments movement schedule on pages 14 and 15.

	Investments			Marketable securities	
1 January 2013 – 30 June 2013	**Additions (capital calls)**	**Disposals (returns of capital)**	**Realised gains and losses**	**Additions (capital calls)**	**Disposals (returns of capital) and realised losses**
Movement schedule (page 14)	**7,261**	**(41,556)**	**(43,083)**	**2,637**	**(2,637)**
Cash flows from investment activities	—	40,456	41,275	(501)	2,637
Purchase of investments	10,006	—	—	—	—
Proceeds from callable return of invested capital in investments	(3,490)	—	—	—	—
Non-cash transactions					
Deemed distributions and account reclassification[1]	745	1,150	1,758	—	—
In kind distributions[2]		—	—	(2,136)	—
Revaluation of foreign currency positions[3]	—	(50)	50	—	—
Accounts receivable/payable			—	—	—
Total cash and non cash transactions	**7,261**	**41,556**	**43,083**	**(2,637)**	**2,637**
Reconciliation	—	—	—	—	—

	Investments			Marketable securities	
1 January 2012 – 30 June 2012	**Additions (capital calls)**	**Disposals (returns of capital)**	**Realised gains and losses**	**Additions (capital calls)**	**Disposals (returns of capital) and realised losses**
Movement schedule (page 15)	**23,964**	**(23,348)**	**(15,331)**	**2,739**	**(2,739)**
Cash flows from investment activities	—	24,056	14,446	—	2,739
Purchase of investments	(30,936)	—	—	—	—
Proceeds from callable return of invested capital in investments	5,736	—	—	—	—
Non cash transactions					
Deemed distributions and account reclassification[1]	1,236	(448)	(190)	—	—
In kind distributions[2]	—	—	—	(2,739)	—
Revaluation of foreign currency positions[3]	—	(260)	260	—	—
Accounts receivable/ payable	—	—	815	—	—
Total cash and non cash transactions	**(23,964)**	**23,348**	**15,331**	**(2,739)**	**2,739**
Reconciliation	—	—	—	—	—

The accompanying notes on page 11 to 26 form an integral part of these consolidated financial statements.

[1] Deemed distributions and account reclassification – when a general partner determines to retain and use distributable cash for a future contribution, the amount of such cash will be treated as a non-cash contribution and distribution. Account reclassification is required when such a deemed distribution is reported by the general partner.
[2] In kind distributions – a distribution of marketable securities instead of a cash distribution.
[3] Revaluation of foreign currency positions – as at every month-end the Group revalues the cumulative return of capital amount for foreign currency investments based on the average paid-in capital exchange rate. The resulting adjustment is booked as realised forex gain/(loss) on investments.

Unaudited consolidated statement of changes in equity

For the period ended 30 June 2013 (all amounts in USD thousands unless otherwise stated)

	Share capital	Additional paid-in capital	Less treasury shares	Retained earnings	Non-controlling interests	Total equity
1 January 2012	**146,966**	**171,296**	**(16,086)**	**351,608**	**1**	**653,785**
Total comprehensive income for the period	—	—	—	30,777	—	30,777
Purchase of treasury shares 2nd line (bought for cancellation)	—	—	(7,829)	—	—	(7,829)
30 June 2012	**146,966**	**171,296**	**(23,915)**	**382,385**	**1**	**676,733**
1 January 2013	**138,648**	**171,296**	**(28,003)**	**403,414**	**1**	**685,356**
Total comprehensive loss for the period	—	—	—	11,934	—	11,934
Purchase of treasury shares 2nd line (bought for cancellation)	—	—	(39,806)	—	—	(39,806)
Capital repayment to investors		(28,592)				(28,592)
30 June 2013	**138,648**	**142,704**	**(67,809)**	**415,348**	**1**	**628,892**

The accompanying notes on page 11 to 26 form an integral part of these consolidated financial statements.

Notes to the unaudited consolidated financial statements

For the period ended 30 June 2013
(All amounts in USD thousands unless otherwise stated)

1. Organisation and business activity

Castle Private Equity AG, Pfäffikon ("the Company"), is a stock corporation established for an indefinite period by deed dated 19 February 1997. The Company's registered office is Schützenstrasse 6, CH-8808 Pfäffikon. The Company's business is principally conducted through two fully consolidated subsidiaries ("the Subsidiaries"); Castle Private Equity (Overseas) Ltd. ("the Overseas Subsidiary") and Castle Private Equity (International) plc ("the Ireland Subsidiary"). Since 4 September 1998 the shares of the Company have been listed in Swiss Francs on the SIX Swiss Exchange. On 21 January 2002 a listing in US Dollar on the SIX Swiss Exchange followed.

2. Basis of preparation

The accompanying consolidated interim financial statements of Castle Private Equity AG, Pfäffikon and its Subsidiaries (together the "Group") have been prepared in accordance with International Accounting Standard 34 "Interim Financial Reporting" and comply with Swiss Law and the accounting guidelines laid down in the SIX Swiss Exchange's Directive on Financial Report (DFR) for investment companies.

The consolidated interim financial statements of the Group have been prepared under the historical cost convention as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss. The principles of accounting applied in the interim consolidated financial statements as per 30 June 2013 correspond to those of the annual report 2012, unless otherwise stated. The condensed consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2012, which have been prepared in accordance with International Financial Reporting Standards (IFRS) formulated by the International Accounting Standards Board (IASB).

a) Standards and amendments to published standards that are mandatory for the financial year beginning on or after 1 July 2012

– Amendment to IAS 1, "Financial statement presentation" regarding other comprehensive income (effective 1 July 2012). The main change resulting from these amendments is a requirement for entities to group items presented in Other Comprehensive Income (OCI) on the basis of whether they are potentially recycled to profit or loss (reclassification adjustments). The amendments do not address which items are presented in OCI. This new standard did not have any effect on the Group's consolidated interim financial statements; and
– IFRS 13, "Fair value measurement", (effective 1 January 2013). This standard aims to improve consistency and reduce complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across IFRSs. The requirements, which are largely aligned between IFRSs and US GAAP, do not extend the use of fair value accounting but provide guidance on how it should be applied where its use is already required or permitted by other standards within IFRSs or US GAAP. This new standard did not have a material impact on the Group's consolidated interim financial statements.

b) Standards and amendments to published standards effective after 1 January 2013 that have been early adopted

– IFRS 10, "Consolidated Financial Statements", (effective 1 January 2013). The new standard establishes principles for the presentation and preparation of consolidated financial statements when an entity controls one or more other entities. It supersedes IAS 27 "Consolidated and Separate Financial Statements" and SIC-12 "Consolidation – Special Purpose Entities" and is effective for annual periods beginning on or after 1 January 2013. The Group decided for early adoption in 2011; and
– IFRS 12, "Disclosure of Interests in Other Entities", (effective 1 January 2013) applies to entities that have an interest in a subsidiary, a joint arrangement, an associate or an unconsolidated structured entity. The Group decided for early adoption in 2011.

c) Standards and amendments to published standards effective on or after 1 January 2013 that have not been early adopted

– IFRS 9, "Financial instruments", (effective 1 January 2015). This is the first part of a new standard on classification and measurement of financial assets and financial liabilities that will replace IAS 39, "Financial instruments: Recognition and measurement". IFRS 9 has two measurement categories: amortised cost and fair value. All equity instruments are measured at fair value. A debt instrument is measured at amortised cost only if the entity is holding it to collect contractual cash flows and the cash flows represent principal and interest. For liabilities, the standard retains most of the IAS 39 requirements. These include amortised-cost accounting for most financial liabilities, with bifurcation of embedded derivatives. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity's own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch. The Group has yet to assess the full impact of this standard and has not yet decided when to adopt it.

There are no other IFRSs or IFRIC interpretations that are not yet effective that would be expected to have a material impact on the Group.

d) Segment reporting

IFRS 8 requires entities to define operating segments and segment performance in the financial statements based on information used by the chief operating decision-maker. The investment manager is considered to be the chief operating decision-maker. An operating segment is a group of assets and operations engaged in providing products or services that are subject to risks and returns that are different from those of other operating segments.

The sole operating segment of the Group is investing in private equity. The investment manager works as a team for the entire portfolio, asset allocation is based on a single, integrated investment strategy and the Group's performance is evaluated on an overall basis. Thus the results published in this report correspond to the sole operating segment of investing in private equity.

3. Basis of consolidation

The consolidated interim financial statements per 30 June 2013 are based on the financial statements of the individual Group companies prepared using the same accounting principles applied in the consolidated financial statements for the year ended 31 December 2012.

The consolidated interim financial statements include all assets and liabilities of Castle Private Equity AG and its direct and indirect subsidiaries:

- Castle Private Equity (Overseas) Ltd., Cayman Islands
- Castle Private Equity (International) plc, Ireland

4. Investments and securities designated at fair value through profit or loss

As of 30 June 2013 the Group had subscribed interests in 119 (31 December 2012:119) private equity investments vehicles (mainly limited partnerships), domiciled in the United States of America, the Cayman Islands, Europe and other jurisdictions. The total committed capital amounted to TUSD 1,397,805 (31 December 2012: TUSD 1,403,307) of which TUSD 1,285,168 (31 December 2012: TUSD 1,280,882) was paid in. The details of the investments are shown in the investment schedule on pages 16 to 20 and the investment movement schedule on page 14 and 15.

Movements in investments and securities designated at fair value through profit or loss[1)]

For the period ended 30 June 2013 (All amounts in USD thousands unless otherwise stated)

	2013	Value per 1 January 2013	Additions (capital calls)[2)]	Disposals (returns of capital)	Unrealised gains	Unrealised losses	Value per 30.6.2013	Total realised gains/ (losses) per 30.6.2013[3)]	Net gains/ (losses) per 30.6.2013	Uncalled commitment amount[4)]
Marketable securities		—	**2,637**	**(2,637)**	—	—	—	**(2)**	**(2)**	—
Balanced stage		**26,896**	—	**(6,332)**	**896**	**(87)**	**21,373**	**434**	**1,243**	**10,933**
Buyout stage	large buyout stage	127,822	242	(6,389)	4,718	(4,463)	121,930	8,220	8,475	17,654
	middle market buyout stage	226,690	1,454	(13,897)	4,397	(17,714)	200,930	21,521	8,204	42,579
	small buyout stage	68,031	1,898	(2,805)	1,557	(6,473)	62,208	4,890	(26)	23,258
	Total buyout stage	**422,543**	**3,594**	**(23,091)**	**10,672**	**(28,650)**	**385,068**	**34,631**	**16,653**	**83,491**
Special situations stage	distressed debt stage	80,029	—	(9,037)	2,440	(2,890)	70,542	3,752	3,302	2,375
	turnaround stage	—	—	—	—	—	—	—	—	—
	Total special situations stage	**80,029**	—	**(9,037)**	**2,440**	**(2,890)**	**70,542**	**3,752**	**3,302**	**2,375**
Venture stage	early stage venture	43,993	1,333	(561)	1,539	(3,477)	42,827	947	(991)	7,163
	growth capital stage	17,610	1,476	(731)	—	(426)	17,929	746	320	4,524
	late stage venture	40,205	858	(1,407)	1,011	(888)	39,779	2,014	2,137	2,174
	Total venture stage	**101,808**	**3,667**	**(2,699)**	**2,550**	**(4,791)**	**100,535**	**3,707**	**1,466**	**13,861**
Co-Investment	large buyout stage	9,571	—	(397)	215	(68)	9,321	559	706	—
	small buyout stage	8,598	—	—	10	(81)	8,527	—	(71)	1,976
	Total Co-Investment	**18,169**	—	**(397)**	**225**	**(149)**	**17,848**	**559**	**635**	**1,976**
Total investments		**649,445**	**7,261**	**(41,556)**	**16,783**	**(36,567)**	**595,366**	**43,083**	**23,299**	**112,636**
Derivative financial instruments	Deferred put option (Currency Hedge)	328	—	—	664	—	991	—	664	—
	Total derivative financial instruments	**328**	—	—	**664**	—	**991**	—	**664**	—
Total investments, marketable securities and derivative financial instruments		**649,773**	**9,898**	**(44,193)**	**17,447**	**(36,567)**	**596,357**	**43,081**	**23,961**	**112,636**

1) Numbers may not fully add up due to rounding.
2) Includes callable returns of capital and adjustments due to sales of investments.
3) Includes callable distributed realised gains.
4) Does not include paid in capital for deferred put option.

	2012	Value per 1 January 2012[2]	Additions (capital calls)[3]	Disposals (returns of capital)	Unrealised gains	Unrealised losses	Value per 30.6.2012	Total realised gains/ (losses) per 30.6.2012[4]	Net gains/ (losses) per 30.6.2012	Uncalled commitment amount[5]
Marketable securities		—	**2,739**	**(2,739)**	—	—	—	**(87)**	**(87)**	—
Balanced stage		**31,123**	**300**	**(660)**	**468**	**(8)**	**31,223**	**198**	**658**	**11,158**
Buyout stage	large buyout stage	125,373	4,708	(6,151)	6,499	(2,504)	127,926	6,687	10,682	22,714
	middle market buyout stage	219,350	11,461	(1,597)	18,331	(4,069)	243,476	3,093	17,355	50,219
	small buyout stage	66,401	2,746	(2,630)	2,795	(1,330)	67,982	1,465	2,930	24,611
	Total buyout stage	**411,124**	**18,915**	**(10,378)**	**27,625**	**(7,903)**	**439,384**	**11,245**	**30,967**	**97,544**
Special situations stage	distressed debt stage	92,850	728	(6,755)	4,280	(1,163)	89,940	728	3,845	2,369
	turnaround stage	—	—	—	—	—	—	9	9	—
	Total special situations stage	**92,850**	**728**	**(6,755)**	**4,280**	**(1,163)**	**89,940**	**737**	**3,854**	**2,369**
Venture stage	early stage venture	49,821	1,038	(3,724)	3,088	(1,548)	48,675	1,529	3,069	9,517
	growth capital stage	10,521	2,484	8	—	(466)	12,546	8	(459)	6,673
	late stage venture	43,394	499	(1,839)	2,957	(519)	44,492	1,615	4,053	3,682
	Total venture stage	**103,736**	**4,021**	**(5,555)**	**6,046**	**(2,533)**	**105,713**	**3,151**	**6,663**	**19,871**
Co-Investment	large buyout stage	7,911	—	—	—	(331)	7,580	—	(331)	—
	small buyout stage	5,618	—	—	—	(131)	5,487	—	(131)	1,928
	Total Co-Investment	**13,529**	—	—	—	**(462)**	**13,067**	—	**(462)**	**1,928**
Total investments		**652,362**	**23,964**	**(23,348)**	**38,419**	**(12,068)**	**679,327**	**15,331**	**41,682**	**132,870**
Derivative financial instruments	Deferred put option (Currency Hedge)	221	—	—	23	—	244	—	23	—
	Total derivative financial instruments	**221**	—	—	**23**	—	**244**	—	23	—
Total investments, marketable securities and derivative financial instruments		**652,583**	**26,703**	**(26,087)**	**38,442**	**(12,068)**	**679,571**	**15,244**	**41,618**	**132,870**

1) Numbers may not fully add up due to rounding.
2) With effect 1 January 2011 the Company has deconsolidated Chancellor Offshore Partnership Fund, L.P. (the "Chancellor Fund"). It is now shown as an investment under balanced stage as Chancellor Offshore Partnership Fund, L.P.
3) Includes callable returns of capital and adjustments due to sales of investments.
4) Includes callable distributed realised gains.
5) Does not include paid in capital for deferred put option.

In general, movements in investments and securities designated at fair value through profit or loss, except for unrealised gains and losses, directly result in cash flows for the Group. In certain cases, such transactions may not be settled in cash. The consolidated statement of cash flows on page 8 shows the cash transactions in the portfolio and the cash flow reconciliation on page 9 shows the portfolio's non cash transactions and provides a reconciliation to the movement schedules.

Investments and securities designated at fair value through profit or loss

As of 30 June 2013 (All amounts in USD thousands unless otherwise stated)

	Deal currency	Vintage year	Geography	Commitment 31.12.2012	Cost 1.1.2012	Cost 31.12.2012	Fair value 31.12.2012	Commitment 30.6.2013	Cost 30.6.2013	Fair value 30.6.2013	Fair value in %
Balanced stage											
Chancellor Offshore Partnership Fund, L.P.	USD	1997	North America	235,000	—	—	7,006	235,000	—	7,258	1.22%
Chancellor Partnership Fund, L.P.	USD	1997	North America	14,518	—	—	524	14,518	—	437	0.07%
Landmark Equity Partners III, L.P. (Secondary – Vinegar)[2),5)]	USD	1998	North America	12,171	—	—	155	12,171	—	155	0.03%
Crown Global Secondaries plc	USD	2004	North America	30,000	13,158	11,511	13,785	30,000	10,576	13,377	2.24%
Conversus Capital, L.P.	USD	2007	North America	15,000	6,729	6,729	5,426	15,000	1,332	146	0.02%
Total balanced stage				**306,689**	**19,887**	**18,240**	**26,896**	**306,689**	**11,908**	**21,373**	**3.58%**
Buyout stage											
Large buyout											
Doughty Hanson & Co III, L.P. 15	USD	1997	Europe	10,000	2,003	2,292	1,262	10,000	2,292	1,233	0.21%
Clayton, Dubilier & Rice Fund VI, L.P.	USD	1998	North America	10,000	4,823	4,427	2,139	10,000	3,850	1,426	0.24%
Silver Lake Partners, L.P.	USD	1999	North America	5,000	1,087	1,087	6	5,000	1,087	7	0.00%
BC European Capital VII[3)]	EUR	2000	Europe	13,193	2,340	2,177	280	13,000	2,160	233	0.04%
Permira Europe II, L.P. II[3)]	EUR	2000	Europe	13,193	2,823	2,576	457	13,000	2,350	212	0.04%
T3 Parallel, L.P.	USD	2000	North America	3,740	—	—	10	3,740	—	10	0.00%
TPG Parallel III, L.P.	USD	2000	North America	5,000	1,491	1,469	653	5,000	1,469	589	0.10%
T3 Parallel II, L.P.	USD	2001	North America	5,000	1,520	1,520	655	5,000	1,520	659	0.11%
Warburg Pincus Private Equity VIII, L.P.	USD	2001	North America	15,000	4,226	2,816	12,568	15,000	1,868	9,951	1.67%
Permira Europe III, L.P. II[3)]	EUR	2003	Europe	13,193	6,972	6,290	4,011	13,001	6,096	3,732	0.63%
TPG Partners IV, L.P.	USD	2003	North America	15,000	10,693	9,673	8,263	15,000	9,387	8,029	1.35%
Silver Lake Partners II, L.P.	USD	2004	North America	10,000	5,762	5,665	5,441	10,000	5,134	5,005	0.84%
Silver Lake Partners, L.P. (Secondary – Silver)[5)]	USD	2004	North America	628	178	178	1	628	178	1	0.00%
Clayton, Dubilier & Rice Fund VII, L.P.	USD	2005	North America	15,000	11,362	10,077	13,338	15,000	7,661	8,798	1.48%
Greenhill Capital Partners II, L.P.	USD	2005	North America	10,000	6,539	5,439	5,423	10,000	5,193	4,919	0.82%
KKR European Fund II, L.P.[3)]	EUR	2005	Europe	13,193	11,762	11,117	10,744	13,001	10,782	10,499	1.76%
First Reserve XI, L.P.	USD	2006	North America	15,000	9,466	12,247	12,553	15,000	11,844	12,103	2.03%
Permira IV, L.P. 2[3)]	EUR	2006	Europe	13,852	10,304	10,657	6,996	13,651	10,516	7,639	1.28%
TPG Partners V, L.P.	USD	2006	North America	30,000	24,652	23,711	18,449	30,000	23,562	20,147	3.38%
Clayton, Dubilier & Rice Fund VII (Co-Investment), L.P.	USD	2007	North America	3,000	2,507	2,735	2,862	3,000	2,320	2,516	0.42%
Bain Capital Fund X, L.P.	USD	2008	North America	12,000	7,866	9,757	9,423	12,000	9,709	10,246	1.72%
Bain Capital X Coinvestment Fund, L.P.	USD	2008	North America	1,500	364	364	286	1,500	341	317	0.05%
TPG Partners VI, L.P.	USD	2008	North America	18,000	9,871	10,555	12,002	18,000	11,361	13,659	2.29%
Total large buyout				**250,492**	**138,611**	**136,829**	**127,822**	**249,521**	**130,680**	**121,930**	**20.45%**
Middle market buyout											
Carlyle II Co-Investments[6)]	USD	1997	North America	395	108	108	15	395	108	15	0.00%
Carlyle International Partners II, L.P.	USD	1997	North America	3,000	73	73	34	3,000	73	36	0.01%
3i Europartners IIIA, L.P.[3)]	EUR	1999	Europe	13,193	1,781	1,461	166	13,001	1,457	40	0.01%
The Triton Fund (No. 9) L.P.[3)]	EUR	1999	Europe	11,467	2,154	1,221	1,807	11,300	1,217	1,587	0.27%

	Deal currency	Vintage year	Geography	Commitment 31.12.2012	Cost 1.1.2012	Cost 31.12.2012	Fair value 31.12.2012	Commitment 30.6.2013	Cost 30.6.2013	Fair value 30.6.2013	Fair value in %
Newbridge Asia III, L.P.	USD	2000	Other	10,000	1,225	1,225	77	10,000	1,225	75	0.01%
Warburg Pincus International Partners, L.P.	USD	2000	Europe	10,000	2,471	1,679	6,782	10,000	1,279	4,794	0.80%
Bain Capital Fund VII-E, L.P.	USD	2002	Europe	8,000	1,856	1,642	975	8,000	1,205	50	0.01%
J.W. Childs Equity Partners III, L.P.	USD	2002	North America	12,000	5,289	4,660	6,542	12,000	4,590	6,754	1.13%
Bain Capital Fund VIII-E, L.P.[3]	EUR	2004	Europe	13,193	9,224	8,327	8,352	13,001	7,110	6,947	1.16%
Odyssey Investment Partners III, L.P.	USD	2004	North America	10,000	3,764	3,784	6,168	10,000	3,784	5,801	0.97%
Asia Opportunity Fund II, L.P.	USD	2005	Other	7,000	4,736	3,434	4,416	7,000	2,941	2,950	0.49%
Newbridge Asia IV, L.P.	USD	2005	Other	10,000	7,183	6,904	13,933	10,000	6,133	10,756	1.80%
SB Asia Investment Fund II, L.P.	USD	2005	Other	7,000	4,652	3,925	8,868	7,000	3,384	8,362	1.40%
Chequers XV, FCPR[3]	EUR	2006	Europe	10,554	8,492	8,240	9,671	10,401	8,139	9,264	1.55%
Court Square Capital Partners II, L.P.	USD	2006	North America	15,000	9,210	11,127	14,900	15,000	10,391	11,688	1.96%
Polish Enterprise Fund VI, L.P.[3]	EUR	2006	Europe	13,193	9,410	9,895	8,220	13,000	9,823	7,695	1.29%
The Triton Fund II, L.P.[3]	EUR	2006	Europe	15,831	11,380	11,327	14,158	15,601	9,937	7,368	1.24%
Wellspring Capital Partners IV, L.P.	USD	2006	North America	10,000	8,711	5,951	7,923	10,000	5,492	5,968	1.00%
Advent Latin American Private Equity Fund IV, L.P.	USD	2007	Other	10,000	8,269	8,688	9,319	10,000	7,394	8,830	1.48%
CDH China Fund III, L.P.	USD	2007	Other	9,000	6,378	5,415	9,270	9,000	3,551	8,421	1.41%
CDH Supplementary Fund III, L.P.	USD	2007	Other	3,000	1,435	1,757	2,684	3,000	1,757	2,959	0.50%
Crown Asia-Pacific Private Equity plc	USD	2007	Other	40,000	26,393	27,689	34,985	40,000	27,602	35,168	5.90%
EOS Capital Partners IV, L.P.	USD	2007	North America	15,000	4,159	7,589	9,257	15,000	7,649	9,243	1.55%
Genstar Capital Partners V, L.P.	USD	2007	North America	10,000	8,260	7,356	9,132	10,000	6,708	8,899	1.49%
SAIF Partners III, L.P.	USD	2007	Other	10,000	9,650	9,650	14,174	10,000	9,650	13,808	2.32%
STG III, L.P.	USD	2007	North America	9,450	6,982	7,994	9,040	9,450	8,367	9,782	1.64%
Bain Capital Europe Fund III, L.P.[3]	EUR	2008	Europe	13,193	5,842	7,838	8,131	13,001	7,306	6,803	1.14%
Hahn & Company I, L.P.	USD	2011	Other	10,000	1,138	5,375	5,916	10,000	3,620	4,884	0.82%
Bain Capital Asia Fund II, L.P.	USD	2012	Other	10,000	—	1,775	1,775	10,000	1,775	1,983	0.33%
Total middle market buyout				**319,469**	**170,225**	**176,109**	**226,690**	**318,150**	**163,667**	**200,930**	**33.69%**
Small buyout											
Chequers Capital FCPR[3]	EUR	2002	Europe	11,214	5,144	4,888	5,308	11,051	4,364	3,585	0.60%
MBO Capital FCPR[3]	EUR	2002	Europe	6,596	—	—	1,724	6,501	—	1,189	0.20%
Nmas1 Private Equity Fund No.2 L.P.[3]	EUR	2002	Europe	6,596	3,131	1,401	282	6,501	1,401	295	0.05%
Arsenal Capital Partners QP II-B, L.P.	USD	2006	North America	13,000	10,137	8,692	16,244	13,000	8,666	14,708	2.47%
Bancroft II, L.P. (Secondary – Atlantic)[3),5)]	EUR	2006	Europe	4,980	1,479	1,373	5,667	4,908	—	1,237	0.21%
J.P. Morgan Italian Fund III (Secondary – Atlantic)[3),5)]	EUR	2006	Europe	9,835	6,564	6,183	1,727	9,692	6,183	1,702	0.29%
Wynnchurch Capital Partners II, L.P.	USD	2006	North America	7,500	4,991	4,602	4,407	7,500	4,602	5,277	0.88%
Crown European Buyout Opportunities II plc[3]	EUR	2007	Europe	39,578	16,840	18,542	21,293	39,003	19,170	21,773	3.65%
PortPEP Limited (Secondary – Port)[3]	EUR	2011	Europe	14,248	9,980	8,165	11,379	14,041	8,554	12,442	2.09%
Total small buyout				**113,547**	**58,266**	**53,846**	**68,031**	**112,197**	**52,940**	**62,208**	**10.43%**
Total buyout stage				**683,508**	**367,102**	**366,784**	**422,543**	**679,868**	**347,287**	**385,068**	**64.57%**

	Deal currency	Vintage year	Geography	Commitment 31.12.2012	Cost 1.1.2012	Cost 31.12.2012	Fair value 31.12.2012	Commitment 30.6.2013	Cost 30.6.2013	Fair value 30.6.2013	Fair value in %
Special situations stage											
Distressed debt											
OCM Opportunities Fund IV, L.P.	USD	2001	North America	5,000	—	—	16	5,000	—	16	0.00%
OCM Principal Opportunities Fund II, L.P.	USD	2001	North America	5,000	—	—	108	5,000	—	108	0.02%
OCM Opportunities Fund IVb, L.P.	USD	2002	North America	5,000	—	—	11	5,000	—	11	0.00%
Sun Capital Securities Offshore Fund, Ltd.	USD	2004	North America	10,000	6,432	6,159	2,754	10,000	5,858	2,390	0.40%
OCM European Principal Opportunities Fund, L.P.	USD	2006	Europe	15,000	11,526	9,253	17,728	15,000	8,283	16,899	2.83%
OCM Principal Opportunities Fund IV, L.P.	USD	2006	North America	10,000	8,200	5,109	8,196	10,000	2,816	6,557	1.10%
Sun Capital Securities Offshore Fund, Ltd. (Second Tranche)	USD	2006	North America	10,000	3,478	3,263	2,807	10,000	2,491	1,999	0.34%
Fortress Investment Fund V (Coinvestment Fund D), L.P.	USD	2007	North America	7,200	6,722	6,722	4,226	7,200	6,722	4,577	0.77%
Fortress Investment Fund V (Fund D), L.P.	USD	2007	North America	7,500	6,725	6,725	6,694	7,500	6,493	7,114	1.19%
OCM Opportunities Fund VII, L.P.	USD	2007	North America	10,000	4,444	571	4,029	10,000	—	2,341	0.39%
TPG Credit Strategies Fund, L.P.	USD	2007	North America	15,000	15,000	12,838	17,062	15,000	11,049	15,678	2.63%
Oaktree European Credit Opportunities Fund, L.P.[3]	EUR	2008	Europe	13,193	4,764	4,764	307	13,001	4,764	246	0.04%
OCM European Principal Opportunities Fund II, L.P.[3]	EUR	2008	Europe	9,894	7,812	8,545	10,137	9,751	6,435	8,266	1.39%
OCM Opportunities Fund VIIb, L.P.	USD	2008	North America	13,500	4,253	—	5,954	13,500	—	4,340	0.73%
Total distressed debt				**136,287**	**79,356**	**63,949**	**80,029**	**135,952**	**54,911**	**70,542**	**11.83%**
Total special situations stage				**136,287**	**79,356**	**63,949**	**80,029**	**135,952**	**54,911**	**70,542**	**11.83%**
Venture stage											
Early stage venture											
Chancellor Private Capital Offshore Partners II, L.P.	USD	1997	North America	25,000	—	—	—	25,000	—	—	0.00%
Strategic European Technologies N.V.[3]	EUR	1997	Europe	9,040	—	—	357	8,908	—	352	0.06%
Galileo II FCPR[3]	EUR	1998	Europe	8,045	—	—	5	7,928	—	4	0.00%
Invesco Venture Partnership Fund II, L.P.	USD	1999	North America	15,000	2,781	2,455	2,067	15,000	2,332	1,914	0.32%
Balderton Capital I, L.P.	USD	2000	Europe	5,333	3,951	3,877	2,676	5,333	3,878	2,763	0.46%
Chancellor V, L.P.	USD	2000	North America	20,000	6,727	6,284	4,339	20,000	6,284	4,339	0.73%
Galileo III FCPR[3]	EUR	2000	Europe	8,335	5,447	3,272	2,649	8,214	3,157	2,459	0.41%
Jerusalem Venture Partners IV, L.P.	USD	2000	Other	8,000	1,510	1,510	2,748	8,000	1,452	2,423	0.41%
Galileo IIB FCPR[3]	EUR	2002	Europe	1,265	114	114	2	1,248	114	1	0.00%
Global Life Science Venture Fund II, L.P.[3]	EUR	2002	Europe	6,596	4,691	4,122	2,197	6,501	4,028	1,582	0.27%
Amadeus II Fund C GmbH & Co. KG (Secondary – Vermont)[4),5)]	GBP	2005	Europe	1,278	1,150	969	846	1,193	895	677	0.11%
Balderton Capital II, L.P.	USD	2005	Europe	4,000	3,739	3,639	698	4,000	3,640	698	0.12%
Battery Ventures VII, L.P.	USD	2005	North America	3,000	2,398	1,698	1,384	3,000	1,755	1,460	0.24%
BCPI I, L.P. (Secondary – Vermont)[5]	USD	2005	Other	1,833	1,583	1,583	623	1,833	1,510	376	0.06%
Benchmark Israel II, L.P.	USD	2005	Other	4,602	3,651	1,973	5,083	4,602	2,125	6,368	1.07%

	Deal currency	Vintage year	Geography	Commitment 31.12.2012	Cost 1.1.2012	Cost 31.12.2012	Fair value 31.12.2012	Commitment 30.6.2013	Cost 30.6.2013	Fair value 30.6.2013	Fair value in %
Cipio Partners Fund III GmbH & Co. KG (Secondary – Vermont)[3),5)]	EUR	2005	Europe	12,568	4,325	4,212	—	12,387	4,213	6	0.00%
H.I.G. Venture Partners II, L.P.	USD	2005	North America	5,000	4,098	4,323	3,691	5,000	4,239	2,963	0.50%
Jerusalem Venture Partners IV, L.P. (Secondary – Vermont)[5)]	USD	2005	Other	662	—	—	371	662	—	327	0.05%
Battery Ventures VIII, L.P.	USD	2007	North America	4,000	3,642	2,875	3,859	4,000	2,839	3,506	0.59%
Battery Ventures VIII Side Fund, L.P.	USD	2008	North America	1,350	1,065	702	1,091	1,350	680	1,073	0.18%
Carmel Ventures III, L.P.	USD	2008	Other	6,000	3,180	3,792	4,571	6,000	4,181	5,251	0.88%
Mangrove III S.C.A. SICAR[3)]	EUR	2008	Europe	6,595	4,033	4,318	4,736	6,501	5,170	4,285	0.72%
Total early stage venture				**157,502**	**58,085**	**51,718**	**43,993**	**156,660**	**52,492**	**42,827**	**7.18%**
Growth capital											
Kennet III A, L.P.[3)]	EUR	2007	Europe	10,554	6,575	7,946	13,198	10,401	9,056	14,099	2.36%
Summit Partners Europe Private Equity Fund, L.P.[3)]	EUR	2009	Europe	9,235	2,488	4,222	4,412	9,101	3,857	3,830	0.64%
Total growth capital				**19,789**	**9,063**	**12,168**	**17,610**	**19,502**	**12,913**	**17,929**	**3.01%**
Late stage venture											
WCAS Capital Partners III, L.P.	USD	1997	North America	15,000	2,195	1,983	1,551	15,000	1,828	1,295	0.22%
TCV III (Q), L.P.	USD	1999	North America	3,500	556	556	74	3,500	556	74	0.01%
TCV IV, L.P.	USD	1999	North America	7,000	3,262	3,074	274	7,000	2,889	130	0.02%
Columbia Capital Equity Partners III (Cayman), L.P.	USD	2000	North America	5,000	2,494	2,260	1,352	5,000	2,133	1,331	0.22%
MPM BioVentures II-QP, L.P.	USD	2000	North America	5,000	3,701	3,700	1,211	5,000	3,426	410	0.07%
New Enterprise Associates 10, L.P.	USD	2000	North America	10,000	7,790	7,405	3,030	10,000	7,405	3,022	0.51%
Index Ventures II (Jersey), L.P.	USD	2001	Europe	7,500	3,394	3,069	1,461	7,500	3,069	1,442	0.24%
Columbia Capital Equity Partners IV (Non-US), L.P.	USD	2005	North America	10,000	6,073	5,652	10,766	10,000	5,285	10,323	1.73%
Index Ventures III (Jersey), L.P.[3)]	EUR	2005	Europe	9,235	6,306	5,980	10,809	9,101	5,970	10,641	1.78%
New Enterprise Associates 12, L.P.	USD	2006	North America	5,000	4,068	4,325	4,442	5,000	4,510	4,644	0.78%
Index Ventures IV (Jersey), L.P.[3)]	EUR	2007	Europe	6,596	3,638	3,756	5,236	6,501	4,138	6,467	1.08%
Total late stage venture				**83,831**	**43,979**	**41,760**	**40,206**	**83,602**	**41,209**	**39,779**	**6.67%**
Total venture stage				**261,122**	**111,127**	**105,646**	**101,809**	**259,764**	**106,614**	**100,535**	**16.86%**
Co-Investment and other											
Large buyout											
Co-Investment 1[3)]	EUR	2011	Europe	3,951	4,292	4,292	4,725	3,894	4,293	4,657	0.78%
Co-Investment 2	USD	2011	Other	4,000	4,000	4,000	4,845	4,000	3,603	4,664	0.78%
Total large buyout				**7,951**	**8,292**	**8,292**	**9,570**	**7,894**	**7,896**	**9,321**	**1.56%**

	Deal currency	Vintage year	Geography	Commitment 31.12.2012	Cost 1.1.2012	Cost 31.12.2012	Fair value 31.12.2012	Commitment 30.6.2013	Cost 30.6.2013	Fair value 30.6.2013	Fair value in %
Small buyout											
Co-Investment 4[3]	EUR	2011	Europe	2,473	2,526	2,526	3,042	2,438	2,526	3,052	0.51%
Co-Investment 5[3]	EUR	2011	Europe	5,277	3,371	3,371	5,556	5,200	3,370	5,475	0.92%
Total small buyout				**7,750**	**5,897**	**5,897**	**8,598**	**7,638**	**5,896**	**8,527**	**1.43%**
Total Co-Investment and other				**15,701**	**14,189**	**14,189**	**18,168**	**15,532**	**13,792**	**17,848**	**2.99%**
Total investments designated at fair value through profit or loss				**1,403,307**	**591,661**	**568,808**	**649,445**	**1,397,805**	**534,512**	**595,366**	**99.83%**
Derivative financial instruments designated at fair value through profit or loss											
Deferred put option (Currency Hedge)[8]	USD	2011	Other	—	338	338	328	—	338	991	0.17%
Total derivative financial instruments designated at fair value through profit or loss				—	**338**	**338**	**328**	—	**338**	**991**	**0.17%**
Total				**1,403,307**	**591,999**	**569,146**	**649,773**	**1,397,805**	**534,850**	**596,357**	**100.00%**

1) Numbers may not fully add up due to rounding.
2) Additionally, a commitment of TUSD 359 is maintained as a contingency reserve, should Landmark Equity Partners III, L.P. require capital for operating expenses.
3) Total commitment translated from EUR value at 1.300400 as of 30 June 2013 and 1.319250 as of 31 December 2012.
4) Total commitment translated from GBP value at 1.516700 as of 30 June 2013 and 1.624800 as of 31 December 2012.
5) For the secondary investments no realised profit is recognised for capital distributions received until the cumulative returns on invested capital exceed the cost of a particular investment.
6) Total paid in amounted is maintained as the commitment.
7) Total paid in amounted to TUSD 1,285,168 (31 December 2012: TUSD 1,280,882).
8) Deferred put option in JPY/USD due to Co-Investment 2.

5. Taxes

General: taxes are provided based on reported income. Capital taxes paid are recorded in other operating expenses.

The Group currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the statement of comprehensive income. Taxes are shown as a separate item in the consolidated statement of comprehensive income.

Castle Private Equity AG, Pfäffikon: for Schwyz cantonal and communal tax purposes, the Company is taxed as a holding company and is as such only liable for capital taxes. All relevant income of the Company, including the dividend income and capital gains from its investments, is exempt from taxation at the cantonal and communal level. The result of the participation exemption relief is that dividend income and capital gains are almost fully excluded from taxation.

Castle Private Equity (Overseas) Ltd., Grand Cayman: the activity of the Overseas Subsidiary is not subject to any income, withholding or capital gains taxes in the Cayman Islands. Generally, the Overseas Subsidiary intends to conduct its affairs so as not to be liable to taxation in any other jurisdiction.

Castle Private Equity (International) plc, Dublin: the Ireland Subsidiary is not liable to Irish tax on its income or gain.

Reconciliation of income tax calculated with the applicable tax rate:

Income tax reconciliation	**30.6.2013 TUSD**	**30.6.2012 TUSD**
Profit for the period before income tax	11,934	30,777
Applicable tax rate	7.8%	7.8%
Income tax	931	2,401
Effect from: non-taxable income	(931)	(2,401)
Total	—	—

The applicable tax rate is the same as the effective tax rate.

Taxes	**30.6.2013 TUSD**	**30.6.2012 TUSD**
Withholding tax for investments	1,816	523
Capital taxes for the Company	40	39
Total	**1,856**	**562**

The Group currently incurs withholding taxes imposed by certain countries on investment income and capital gains. Such income or gains are recorded gross of withholding taxes in the consolidated statement of comprehensive income. Taxes are shown as a separate item in the consolidated statement of comprehensive income.

6. Due to banks

The Overseas Subsidiary has access to a TUSD 45,000 credit facility with LGT Bank Limited, Vaduz (related party) based on a loan agreement dated 3 October 2012, effective from 1 September 2012 (in replacement of the loan agreement dated 12 November 2010) and expiring on 30 June 2015. The loan amount will be limited to a maximum of TUSD 45,000 from 1 September 2012 to 30 June 2013, TUSD 30,000 from 1 July 2013 to 30 June 2014 and TUSD 18,000 from 1 July 2014 to 30 June 2015, or to 9 per cent of the consolidated NAV, whichever is lower.

The Ireland Subsidiary also has access to a TUSD 30,000 credit facility with LGT Bank (Ireland) Limited (related party) based on a loan agreement dated 3 October 2012, effective from 1 September 2012 (in replacement of the loan agreement dated 12 November 2010) and expiring on 30 June 2015. The loan amount will be limited to a maximum of TUSD 30,000 from 1 September 2012 to 30 June 2013, TUSD 20,000 from 1 July 2013 to 30 June 2014 and TUSD 12,000 from 1 July 2014 to 30 June 2015, or to 6 per cent of the consolidated NAV, whichever is lower. For both facilities, a standby fee of 0.3 per cent per annum based on the credit facility amount is due on a quarterly basis. The credit facility standby fee charged by LGT Bank as per 30 June 2013 was in total TUSD 113 (30 June 2012: TUSD 152). A variable interest margin, currently between 1 and 2 per cent per annum, is due depending on the consolidated NAV and on the market capitalisation of the Company.

As of 30 June 2013 the Overseas Subsidiary had no borrowings from LGT Bank Limited, Vaduz (31 December 2012: Nil).

As of 30 June 2013 the Ireland Subsidiary had no borrowings from LGT Bank (Ireland) Limited, Dublin (31 December 2012: Nil).

7. Shareholders' equity

The share capital of the Company at 30 June 2013 and 31 December 2012 amounts to TCHF 208,500 (TUSD 138,648) consisting of 41,700,000 (31 December 2012: 41,700,000) issued and fully paid registered shares with a par value of CHF 5 each. The translation into US Dollar has been done at the corresponding historical foreign exchange rate. Each share entitles the holder to participate in any distribution of income and capital. The Group regards shareholders' equity as the capital that it manages. Shareholders' equity amounts to TUSD 628,891 as of 30 June 2013 (31 December 2012: TUSD 658,355). On 23rd May 2013 a capital repayment of CHF 0.75/share has been paid out to the investors.

Treasury shares
The Company can buy and sell treasury shares in accordance with the Company's articles of association, Swiss company law and in compliance with the listing rules of the SIX Swiss Exchange.

During the period from 1 January to 30 June 2013 Castle Private Equity (International) plc has purchased no treasury shares and no treasury shares were sold. As at 30 June 2013 the Ireland Subsidiary held in total 575,885 treasury shares (31 December 2012: 575,885). These treasury shares are treated as a deduction from the consolidated shareholders' equity using cost values of TUSD 4,856 (31 December 2012: TUSD 4,856). The gains and losses on sales of treasury shares are credited/debited to the retained earnings account.

Share buyback 2nd line (bought for cancallation)
On 15 July 2011, the Company announced the opening of a second trading line for the Company's shares on the SIX Swiss Exchange starting from 24 August 2011. The Company was the exclusive buyer on this trading line and repurchased shares for the purpose of subsequently reducing its share capital. During the period from 1 January 2012 to 8 March 2012 Castle Private Equity purchased 349,825 treasury shares on this second trading line to the amount of TUSD 3,882. Altogether 1,500,000 were purchased on this second trading line to the amount of TUSD 15,112. These second line treasury shares were cancelled in July 2012.

On 12 April 2012, the Company announced the opening of a further second trading line for the Company's shares on the SIX Swiss Exchange starting from 30 May 2012. The Company was the exclusive buyer on this trading line and repurchased shares for the purpose of subsequently reducing its share capital. During the period from 30 May 2012 to 26 April 2013 Castle Private Equity purchased 4,170,000 treasury shares on this second trading line to the amount of TUSD 59,885. These shares are scheduled to be cancelled mid-August 2013.

On 29 April 2013, the Company announced the opening of a further second trading line for the Company's shares on the SIX Swiss Exchange starting from 15 May 2013. The Company is the exclusive buyer on this trading line and is repurchasing shares for the purpose of subsequently reducing its share capital. During the period from 15 May 2013 to 30 June 2013 Castle Private Equity purchased 190,000 treasury shares on this second trading line to the amount of TUSD 3,067.

As at 30 June 2013 the Company held in total 4,360,000 treasury shares (31 December 2012: 1,726,575) on its second trading line. These treasury shares are treated as a deduction from the consolidated shareholders' equity using cost values of TUSD 62,953 (31 December 2012: TUSD 23,147).

Altogether the Group holds 4,935,885 treasury shares as at 30 June 2013 (31 December 2012: 2,302,460).

8. Significant transactions with related parties

Parties are considered to be related if one party has the ability to control the other party or exercise considerable influence over the other party in making financial or operating decisions. In the opinion of the Board of Directors, the parties referred to in the schedule accompanying this note are related parties under IAS 24 "Related Party Disclosures". All related party transactions have been carried out within the normal course of business and on an at arm's length basis.

Related party transactions

Entity	Related party Relationship/Agreement(s) Direct/indirect	Transaction type	30.6.2013 TUSD	31.12.2012 TUSD	30.6.2012 TUSD
Castle Private Equity (International) PLC	LGT Private Equity Advisers AG/ Management Agreement/direct	Management fees	3,285	10,251	6,790
		Management fees payable	1,608	1,753	3,436
		Performance fees	4,413	5,865	—
		Performance fees payble	4,413	5,865	—
	LGT Fund Managers (Ireland) Limited/ Management Agreement/direct	Administration fees	129	271	134
		Administration fees payable	63	69	68
	LGT Bank (Ireland) Limited/ Loan Agreement/direct	Due to banks	—	—	3,000
		Time deposits at banks	11,000	8,000	—
		Credit facility standby fees	45	112	61
		Credit facility standby fees payable	23	23	30
		Interest expense	—	25	16
		Interest expense payable	—	—	1
	LGT Fund Managers (Ireland) Limited/ Investment Management Agreement/indirect	Management fees (no direct fees)	—	—	—
	LGT Capital Partners AG/ LGT Private Equity Advisers AG/ Advisory Agreement/indirect	Advisory fees (no direct fees)	—	—	—
	Directors/indirect	Directors' fees	—	1	—
Castle Private Equity (Overseas) Limited	LGT Fund Managers (Ireland) Limited/ Administration Services Agreement/direct	Administration fees	49	106	52
		Administration fees payable	49	27	27
	LGT Bank Limited/ Loan Agreement/direct	Cash at banks	105	50	192
		Due to banks	—	—	—
		Credit facility standby fees	68	168	91
		Credit facility standby fees payable	34	35	46
		Interest expense	—	—	—
		Interest expense payable	—	—	—
	LGT Private Equity Advisers AG/ Investment Management Agreement/ direct	Management fees	—	—	—
	LGT Capital Partners AG/ LGT Private Equity Advisers AG/ Advisory Agreement/indirect	Advisory fees (no direct fees)	—	—	—
	Directors/indirect	Directors' fees	—	10	10
Castle Private Equity AG	LGT Bank Limited/ Administrator Services Agreement/direct	Administration fees	15	30	15
		Administration fees payable	8	115	—
		Cash at banks	195	—	425
		Time deposit at banks	—	—	—
	LGT Capital Partners AG/ Domicile Agreement/direct	Domicile fees	5	10	5
	Directors/direct	Directors' fees	140	347	173

9. Segment reporting

The sole operating segment of the Group reflects the internal management structure and is evaluated on an overall basis. Revenue is derived by investing in a portfolio of private equity investments with a view to achieving significant value growth and to help shareholders maximise long-term returns. The following results correspond to the sole operating segment of investing in private equity. Items which can not be directly contributed to the operating segment are listed as "other".

The income/(loss) is geographically allocated as follows:

	North America TUSD	Europe TUSD	Other TUSD	Total TUSD
As of 30 June 2013				
Income				
Net gain on investments designated at fair value through profit or loss	8,326	4,205	10,768	23,299
Net gain on derivative financial instruments designated at fair value through profit or loss	—	—	664	664
Net loss on securities designated at fair value through profit or loss	(2)	—	—	(2)
Other gain	—	233	—	233
Total income	**8,324**	**4,438**	**11,432**	**24,194**
As of 30 June 2012				
Income				
Net gain on investments designated at fair value through profit or loss	24,114	10,717	6,851	41,682
Net gain on derivative financial instruments designated at fair value through profit or loss	—	—	23	23
Net loss on securities designated at fair value through profit or loss	—	(87)	—	(87)
Other loss	(11)	—	—	(11)
Total income	**24,103**	**10,630**	**6,874**	**41,607**

The assets are geographically allocated as follows:

	TUSD	30.6.2013 in %	TUSD	31.12.2012 in %
Assets				
North America	224,678	35.3%	243,934	35.1%
Europe	275,543	43.3%	308,912	44.5%
Other	135,846	21.4%	141,961	20.4%
Total assets	**636,067**	**100.0%**	**694,807**	**100.0%**

10. Subsequent events

Since the balance sheet date of 30 June 2013 Castle Private Equity AG purchased 228,000 treasury shares on its second trading line at a cost amount of TUSD 3,078. As at 16 August 2013 the Company held in total 4,588,000 treasury shares on its second trading line at a cost amount of TUSD 63,544.

Altogether the Group holds 5,163,885 treasury shares as at 16 August 2013 (31 December 2012: 3,541,129).

The total number of shares currently in issue is 41,700,000 of which a total of 418,000 shares have been purchased within the 2013–2014 2nd line. A further 4,170,000 shares have been purchased within the 2012–2013 2nd line buyback program and are scheduled to be cancelled mid-August 2013. A further 575,885 are shares held in treasury.

Since the balance sheet date of 30 June 2013, there have been no material events that could impair the integrity of the information presented in the consolidated interim financial statements.

Share information

Exchange rate CHF/USD: 0.9461

	2005	2006	2007	2008	2009	2010	2011	2012	June 2013	Since inception
Share information										
Number of issued shares at year-end (000)[1]	43,200[2]	43,200[2]	43,200	43,200	43,200	43,200[3]	43,200[4]	41,700[5]	41,700[6]	
USD net asset value[1]	10.82	13.13	17.06	11.77	12.18	14.70	15.76	17.40	17.11	
USD closing price[1]	8.80	10.20	12.25	3.20	5.25	8.70	10.80	14.10	14.50	
CHF closing price[1]	11.51	12.50	13.81	3.43	5.40	8.11	10.10	13.00	13.60	
Share performance										
USD net asset value[7]	17.1%	21.4%	29.9%	(31.0%)	3.5%	20.7%	7.2%	10.4%	2.8%	149.2%
USD closing price	32.3%	15.9%	20.1%	(73.9%)	64.1%	65.7%	24.1%	30.6%	2.8%	108.6%
CHF closing price	48.5%	8.6%	10.5%	(75.2%)	57.4%	50.2%	24.5%	28.7%	4.6%	30.8%

1) Adjusted for the ten for one share split.
2) Of which 800,000 owned by the Group.
3) Of which 191,853 owned by the Group.
4) Of which 1,726,060 owned by the Group (575,885 in treasury and 1,150,175 for cancellation).
5) Of which 3,771,129 owned by the Group (575,885 in treasury and 3,195,244 for cancellation). On 12 July 2012, the 1,500,000 shares purchased in the 2011 share buyback program were cancelled.
6) Of which 4,935,885 owned by the Group (575,885 in treasury and 4,360,000 for cancellation).
7) Adjusted for capital repayments (CHF 0.75 cents / USD 0.77 cents) on May 23 2013.

Listing

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www.castlepe.com

Registered office

Castle Private Equity AG, Schützenstrasse 6, CH-8808 Pfäffikon, Switzerland

Telephone +41 55 415 94 94, Fax +41 55 415 94 97

Investment manager

LGT Private Equity Advisers AG, Herrengasse 12, FL-9490 Vaduz, Principality of Liechtenstein

Telephone +423 2352929, Fax +423 2352955

Dr Hans Markvoort, general manager,

Telephone +423 235 2324, hans.markvoort@lgt.com

Dr Roberto Paganoni, chairman of the board of directors,

Telephone +423 235 2332

Robert Schlachter, partner LGT Capital Partners AG,

Telephone +41 55 415 97 50, robert.schlachter@lgt.com

Urs Wietlisbach, Partners Group,

Telephone +41 41 768 8585

Market maker

LGT Bank AG, Herrengasse 12, FL-9490 Vaduz, Principality of Liechtenstein,

Telephone +423 2351839

www.castlepe.com

Registered office
Castle Private Equity AG
Schützenstrasse 6, CH-8808 Pfäffikon
Switzerland
Telephone +41 55 415 9494
Fax +41 55 415 9497

Investment manager
LGT Private Equity Advisers AG
Herrengasse 12, FL-9490 Vaduz
Principality of Liechtenstein
Telephone +423 235 2929
Fax +423 235 2955
E-mail lgt.cpe@lgt.com

www.castlepe.com